

EXHIBIT C-1

ILLUSTRATION OF THE CALCULATION FOR AVAILABILITY REBATE

For the purpose of clarification, set forth below is an illustration of the calculation of the Availability Rebate for a calendar quarter. In this illustration, Medina achieves the listed monthly availability levels for each of Energy Capacity, Steam Heat Capacity and Chilled Water Service Capacity during the 2nd Quarter of a given Contract Year (includes the Months of April, May and June). Availability is determined each hour based on the Facility's actual ability to provide the applicable Capacity.

Calculation for April:

Calculation	Parameter		
	(a) Energy	(b) Steam Heat Service	(c) Chilled Water Service
(A) (i) the sum of the actual (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity that the Facility can actually produce during every hour each Day of the Month	25,200	216,000,000	4,680,000
(A) (ii) the result of (A) (i) divided by the number hours in the Month, the result not to exceed the Contract Capacity determined pursuant to the last Capacity Test pursuant to Section 5.2	$25,200 / 720 = 35$	$216,000,000 / 720 = 300,000$	$4,680,000 / 720 = 6,500$
(B) the result of (A) (ii) divided by the Contract Capacity for (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity	$35 / 38.7 = 90\%$	$300,000 / 410,000 = 73\%$	$6,500 / 7,200 = 90\%$
(C) the result of (B) minus the Guaranteed Availability for the Month	$90\% - 85\% = 5\%$	$73\% - 76\% = (3)\%$	$90\% - 70\% = 20\%$
(D) the result of (C) multiplied by the Fixed Payment equals the Availability (Rebate) or Credit.	$5\% \times \$365,600 = \$18,280$	$(3)\% \times \$21,925 = \(657)	$20\% \times \$149,170 = \$29,834$

Calculation for May:

Calculation	Parameter		
	(a) Energy	(b) Steam Heat Service	(c) Chilled Water Service
(A) (i) the sum of the actual (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity that the Facility can actually produce during every hour each Day of the Month	23,808	260,400,000	4,821,120
(A) (ii) the result of (A) (i) divided by the number hours in the Month, the result not to exceed the Contract Capacity determined pursuant to the last Capacity Test pursuant to Section 5.2	$23,808 / 744 = 32$	$260,400,000 / 744 = 350,000$	$4,821,120 / 744 = 6,480$
(B) the result of (A) (ii) divided by the Contract Capacity for (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity	$32 / 38.7 = 83\%$	$350,000 / 410,000 = 85\%$	$6,480 / 7,200 = 90\%$
(C) the result of (B) minus the Guaranteed Availability for the Month	$83\% - 90\% = (7)\%$	$85\% - 50\% = 35\%$	$90\% - 90\% = 0\%$
(D) the result of (C) multiplied by the Fixed Payment equals the Availability (Rebate) or Credit.	$(7)\% \times \$365,600 = \$ (25,592)$	$35\% \times \$21,925 = \$7,673$	$0\% \times \$149,170 = \0

Calculation for June:

Calculation	Parameter		
	(a) Energy	(b) Steam Heat Service	(c) Chilled Water Service
(A) (i) the sum of the actual (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity that the Facility can actually produce during every hour each Day of the Month	23,040	252,000,000	3,960,000
(A) (ii) the result of (A) (i) divided by the number hours in the Month, the result not to exceed the Contract Capacity determined pursuant to the last Capacity Test pursuant to Section 5.2	$23,040 / 720 = 32.0$	$252,000,000 / 720 = 350,000$	$3,960,000 / 720 = 5,500$
(B) the result of (A) (ii) divided by the Contract Capacity for (a) Energy Capacity, (b) Steam Heat Service Capacity, or (c) Chilled Water Service Capacity	$32.0 / 38.7 = 83\%$	$350,000 / 410,000 = 85\%$	$5,500 / 7,200 = 76\%$
(C) the result of (B) minus the Guaranteed Availability for the Month	$83\% - 94\% = (11)\%$	$85\% - 50\% = 35\%$	$76\% - 90\% = (14)\%$
(D) the result of (C) multiplied by the Fixed Payment equals the Availability (Rebate) or Credit.	$(11)\% \times \$365,600 = \$ (40,216)$	$35\% \times \$21,925 = \$7,673$	$(14)\% \times \$149,170 = \$ (20,883)$

Quarterly aggregate (Availability Rebate) owed to CILCO in \$	(47,528)	+14,689	+8,951
Note: For positive amounts, there is no bonus payable to Medina and no credit carry-forward to next quarter.			
Subordinated Availability Rebate in favor of CILCO (\$)	47,528	0	0